

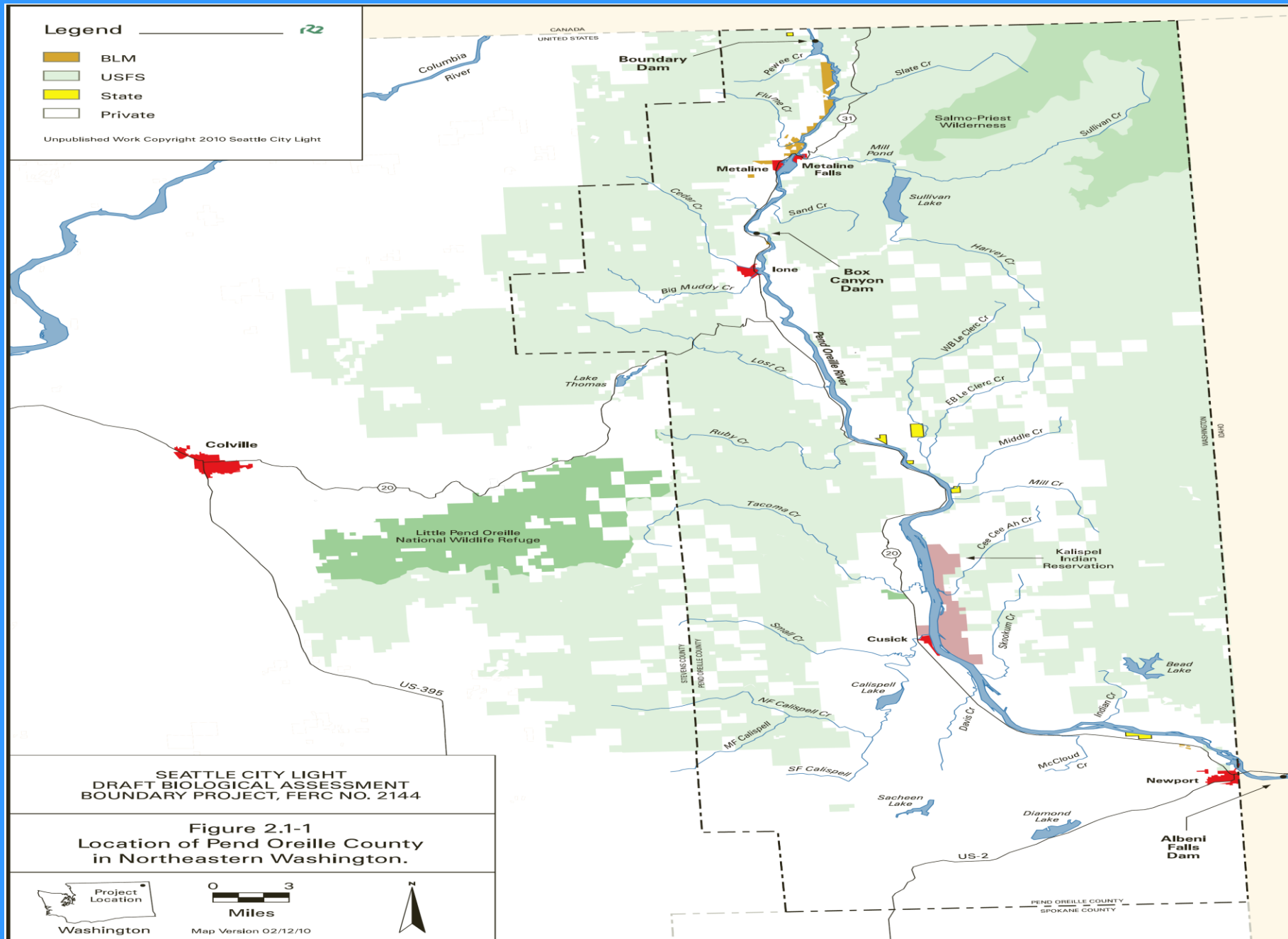


New Boundary Dam License

July 24, 2012

Seattle City Light





Location of Boundary Dam – 100 miles north of Spokane



Proposed City Ordinance

- Authorizes Seattle City Light Superintendent to accept new license order from Federal Energy Regulatory Commission (FERC)
- City Light anticipates the FERC order will be consistent with comprehensive settlement agreement filed with FERC in 2010





Mandatory Conditioning Authority

- Federal statutes grant authority to some federal agencies to condition a new hydropower license

<i>Agency</i>	<i>Statutory Authorities</i>
FERC	•Federal Power Act
U.S. Forest Service	•Federal Power Act
U.S. Fish & Wildlife Service (US Dept of Interior)	•Federal Power Act •Fish & Wildlife Coordination Act •Endangered Species Act
Washington Dept of Ecology	•Clean Water Act
Washington Dept of Fish & Wildlife	•Federal Power Act •Fish & Wildlife Coordination Act



Other Key Relicensing Participants

- Pend Oreille PUD
- American Whitewater
- Bureau of Indian Affairs (US Dept of Interior)
- Hydropower Reform Coalition
- Kalispel Tribe
- Lands Council
- National Park Service (US Dept of Interior)
- Selkirk Conservation Alliance

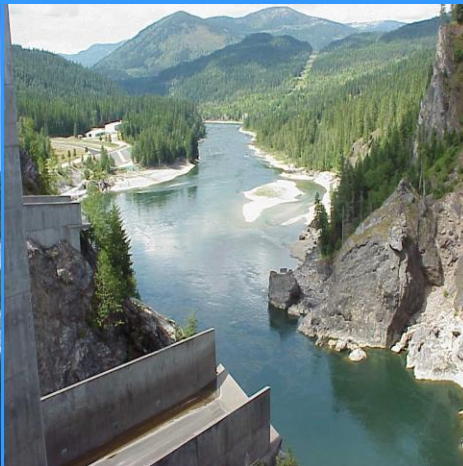


Two Licensing Agreements Filed at FERC (2010)

1. Boundary Relicensing Agreement:
 - Proposes new license conditions for 50 years
2. Pend Oreille PUD Agreement:
 - Governs decommissioning of Sullivan Creek Project



Boundary Dam



Boundary tailrace



Mill Pond Dam



New Boundary License Measures

- *Retain full operational flexibility*
- Protect and enhance habitat for native fish species
- Protect water quality
- Protect and enhance terrestrial resources
- Enhance recreational opportunities
- Protect historic and cultural resources



Non-native fish



Bull trout



Boundary License Costs and Rates

- Annualized Cost of New License Measures (M\$) \$15.3
- Cost of new license measures \$/MWh (avg. output) \$ 3.68

Boundary License Spending and Rates: 2013 - 2018						
	2013	2014	2015	2016	2017	2018
O&M (M\$)	\$0.8	\$1.2	\$0.8	\$2.7	\$2.8	\$4.1
Capital (M\$)	\$8.2	\$6.0	\$8.4	\$18.1	\$34.4	\$3.1
Approximate portion of retail revenue requirements	0.2%	0.2%	0.2%	0.5%	0.7%	0.5%
All costs are in 6 Year Strategic Plan Baseline All dollars are nominal dollars.						





Questions?

